

111TH CONGRESS  
1ST SESSION

# H. R. 1418

To eliminate the exemption from State regulation for certain securities  
designated by national securities exchanges.

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IN THE HOUSE OF REPRESENTATIVES

MARCH 10, 2009

Mr. MEEKS of New York introduced the following bill; which was referred to  
the Committee on Financial Services

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## A BILL

To eliminate the exemption from State regulation for certain  
securities designated by national securities exchanges.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SCOPE OF EXEMPTION FROM STATE SECURI-**  
4       **TIES REGULATION.**

5       Section 18(b)(1) of the Securities Act of 1933 (15  
6       U.S.C. 77r(b)(1)) is amended—

7               (1) in subparagraph (A)—

8                       (A) by striking “or the American Stock  
9               Exchange, or listed, or authorized for listing, on  
10              the National Market System of the Nasdaq

1           Stock Market (or any successor to such enti-  
2           ties)” and inserting “, the American Stock Ex-  
3           change or the Nasdaq Stock Market (or any  
4           successor to such entities)”;

5           (B) by inserting before the semicolon the  
6           following: “, except that a security listed, or au-  
7           thorized for listing, on the New York Stock Ex-  
8           change, the American Stock Exchange or the  
9           Nasdaq Stock Market (or any successor to such  
10          entities) shall not be a covered security if the  
11          exchange adopts listing standards pursuant to  
12          section 19(b) of the Securities Exchange Act of  
13          1934 (15 U.S.C. 78s(b)) that designates a tier  
14          or segment of such securities as securities that  
15          are not covered securities for purposes of this  
16          section and such security is listed, or authorized  
17          for listing, on such tier or segment”;

18          (2) in subparagraph (B), by inserting “covered”  
19          after “applicable to”.

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